

Resolution No: 16-1357
Introduced: March 23, 2010
Adopted: May 19, 2010

**COUNTY COUNCIL
FOR MONTGOMERY COUNTY, MARYLAND**

By: Council President at the Request of the County Executive

SUBJECT: FY11 Transfer from the General Fund to the Revenue Stabilization Fund

Background

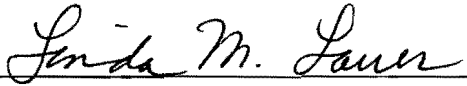
1. County Code Section 20-69 authorizes the County Council by resolution to transfer funds from the General Fund to the County's Revenue Stabilization Fund, provided such a transfer would not exceed the maximum fund size as defined under Section 20-67(a).
2. The Director of Finance estimates the maximum size of the Revenue Stabilization Fund to be \$134 million based on 10 percent of the average aggregate annual revenue derived from the income tax, real property transfer tax, recordation tax, and investment income of the General Fund in the 3 preceding fiscal years.
3. In his Recommended FY11 Operating Budget, the County Executive recommended a \$37.0 million transfer from the General Fund to the Revenue Stabilization Fund in FY11.
4. A public hearing was held on April 20, 2010.
5. In a memorandum dated April 22, 2010, the County Executive revised his recommended transfer from the General Fund to the Revenue Stabilization Fund in FY11 to \$55.0 million.
6. After the transfer, at the end of FY11, the balance in the General Fund will be \$121.5 million; and the balance in the Revenue Stabilization Fund will be \$92.8 million, which is below the maximum fund size as defined in Section 20-67(a).

Action

The County Council for Montgomery County, Maryland, approves the following action:

During FY11, the Director of Finance must transfer \$55.0 million from the County Government's General Fund to the Revenue Stabilization Fund.

This is a correct copy of Council action.



Linda M. Lauer, Clerk of the Council